

UNITED STATES DEPARTMENT OF AGRICULTURE

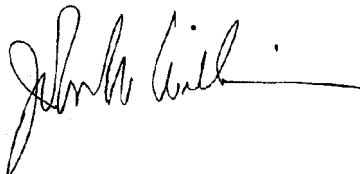
Farm Service Agency
Washington, DC 20250

Notice FI-2362

For: FSA and FAS Offices, except Overseas Offices

Relocation Income Tax (RIT) Allowance Tax Tables

Approved by: Acting Deputy Administrator, Management



1 Announcing Updated Tax Tables

A

Purpose

This notice provides updated Federal, State, and Puerto Rico tax tables for calculating the RIT allowance.

B

**Updated Tax
Tables**

The updated tax tables:

- were published in 64 FR 17105, April 8, 1999
- became effective January 1, 1999
- are used for calculating the 1999 RIT allowance paid to relocating employees
- are in Exhibits 1 through 4.

C

Contact

If questions about this notice, contact FMD, Accounting and Travel Policy Section at 703-305-1408.

Disposal Date

April 1, 2000

Distribution

All FSA and FAS Offices, except Overseas
Offices; State Offices relay to County Offices

Federal Marginal Tax Rates by Earned Income Level and Filing Status for Tax Year 1998

Use the following tables:

- to determine the Federal marginal tax rate for Year 1 for computing the RIT allowance as prescribed in FTR Sec. 302-11.8(e)(1)
- for employees whose Year 1 occurred during calendar year 1998.

Marginal Tax Rate (Percent)	Single Taxpayer		Heads of Household	
	Over	But Not Over	Over	But Not Over
15	\$ 7,229.00	\$ 33,530.00	\$ 12,964.00	\$ 48,232.00
28	33,530.00	73,135.00	48,232.00	109,311.00
31	73,135.00	145,648.00	109,311.00	177,378.00
36	145,648.00	299,410.00	177,378.00	321,683.00
39.6	299,410.00	-	321,683.00	-

Marginal Tax Rate (Percent)	Married Filing Jointly/ Qualifying Widows and Widowers		Married Filing Separately	
	Over	But Not Over	Over	But Not Over
15	\$ 16,858.00	\$ 61,069.00	\$ 8,685.00	\$ 30,351.00
28	61,069.00	126,880.00	30,351.00	63,863.00
31	126,880.00	184,945.00	63,863.00	92,550.00
36	184,945.00	308,061.00	92,550.00	152,715.00
39.6	308,061.00	-	152,715.00	-

State Marginal Tax Rates by Earned Income Level for Tax Year 1998

Use the following table:

- to determine the State marginal tax rates for calculating the RIT allowance as prescribed in FTR Sec. 302-11.8(e)(2)
- for employees who received covered taxable reimbursements during calendar year 1998.

		Marginal Tax Rates (Stated in Percents) for the Earned Income Amounts Specified in Each Column <u>1/</u> <u>2/</u>			
	State (or District)	\$20,000 - \$24,999	\$25,000 - \$49,999	\$50,000 - \$74,999	\$75,000 and over
1	Alabama	5	5	5	5
2	Alaska	0	0	0	0
3	Arizona	2.9	3.3	3.9	5.17
4	Arkansas If single status <u>3/</u>	4.5 6	7 7	7 7	7 7
5	California If single status <u>3/</u>	2 4	4 9.3	8 9.3	9.3 9.3
6	Colorado	5	5	5	5
7	Connecticut If single status <u>3/</u>	3 4.5	4.5 4.5	4.5 4.5	4.5 4.5
8	Delaware	5.8	6.9	6.9	6.9
9	District of Columbia	8	9.5	9.5	9.5
10	Florida	0	0	0	0
11	Georgia	6	6	6	6
12	Hawaii If single status <u>3/</u>	8 9.5	9.5 10	10 10	10 10
13	Idaho	7.8	8.2	8.2	8.2
14	Illinois	3	3	3	3
15	Indiana	3.4	3.4	3.4	3.4

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State Marginal Tax Rates by Earned Income Level for Tax Year 1998 (Continued)

		Marginal Tax Rates (Stated in Percents) for the Earned Income Amounts Specified in Each Column <u>1/ 2/</u>			
	State (or District)	\$20,000 - \$24,999	\$25,000 - \$49,999	\$50,000 - \$74,999	\$75,000 and over
16	Iowa If single status <u>3/</u>	6.8 7.2	7.55 8.8	9.98 9.98	9.98 9.98
17	Kansas If single status <u>3/</u>	3.5 4.1	6.25 7.75	6.25 7.75	6.45 7.75
18	Kentucky	6	6	6	6
19	Louisiana If single status <u>3/</u>	2 4	4 4	4 6	6 6
20	Maine If single status <u>3/</u>	4.5 8.5	7 8.5	8.5 8.5	8.5 8.5
21	Maryland	5	5	5	5
22	Massachusetts	5.95	5.95	5.95	5.95
23	Michigan	4.4	4.4	4.4	4.4
24	Minnesota If single status <u>3/</u>	6 8	8 8	8 8.5	8.5 8.5
25	Mississippi	5	5	5	5
26	Missouri	6	6	6	6
27	Montana	6	9	10	11
28	Nebraska If single status <u>3/</u>	3.49 5.01	5.01 6.68	6.68 6.68	6.68 6.68
29	Nevada	0	0	0	0
30	New Hampshire	0	0	0	0
31	New Jersey If single status <u>3/</u>	1.4 1.4	1.75 3.5	2.45 5.525	6.37 6.37
32	New Mexico If single status <u>3/</u>	3.2 6	6 7.1	7.1 7.9	8.5 8.5

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State Marginal Tax Rates by Earned Income Level for Tax Year 1998 (Continued)

		Marginal Tax Rates (Stated in Percents) for the Earned Income Amounts Specified in Each Column <u>1/</u> <u>2/</u>			
	State (or District)	\$20,000 - \$24,999	\$25,000 - \$49,999	\$50,000 - \$74,999	\$75,000 and over
33	New York If single status <u>3/</u>	4 6	6 7.125	7.125 7.125	7.125 7.125
34	North Carolina	6	7	7	7.75
35	North Dakota If single status <u>3/</u>	6.67 8	9.33 10.67	12 12	12 12
36	Ohio	2.853	4.279	4.993	7.201
37	Oklahoma If single status <u>3/</u>	4 7	7 7	7 7	7 7
38	Oregon	9	9	9	9
39	Pennsylvania	2.8	2.8	2.8	2.8
40	Rhode Island <u>4/</u>	27	27	27	27
41	South Carolina	7	7	7	7
42	South Dakota	0	0	0	0
43	Tennessee	0	0	0	0
44	Texas	0	0	0	0
45	Utah	7	7	7	7
46	Vermont <u>5/</u>	25	25	25	25
47	Virginia	5	5.75	5.75	5.75
48	Washington	0	0	0	0
49	West Virginia	4	4.5	6	6.5
50	Wisconsin	6.55	6.93	6.93	6.93
51	Wyoming	0	0	0	0

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State Marginal Tax Rates by Earned Income Level for Tax Year 1998 (Continued)

- 1/ Earned income amounts that fall between the income brackets shown in this table, such as, \$24,999.45 and \$49,999.75, should be rounded to the nearest dollar to determine the marginal tax rate to be used in calculating the RIT allowance.
 - 2/ If the earned income amount is less than the lowest income bracket shown in this table, the employing agency shall establish an appropriate marginal tax rate as provided in FTR Sec. 302-11.8(e)(2)(ii).
 - 3/ This rate applies only to those individuals certifying that they will file under a single status within the States where they will pay income taxes. All other taxpayers, regardless of filing status, will use the other rate shown.
 - 4/ The income tax rate for Rhode Island is 27 percent of Federal income tax liability for all employees. Rates shown as a percent of Federal income tax liability must be converted to a percent of income as provided in FTR Sec. 302-11.8(e)(2)(iii).
 - 5/ The income tax rate for Vermont is 25 percent of Federal income tax liability for all employees. Rates shown as a percent of Federal income tax liability must be converted to a percent of income as provided in FTR Sec. 302-11.8(e)(2)(iii).
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Federal Marginal Tax Rates by Earned Income Level and Filing Status for Tax Year 1999

Use the following tables:

- to determine the Federal marginal tax rate for Year 2 for computing the RIT allowance as prescribed in FTR Sec. 302-11.8(e)(1)
- for employees whose Year 1 occurred during calendar years 1989, 1990, 1991, 1992, 1993, 1994, 1995, 1996, 1997, or 1998.

Marginal Tax Rate (Percent)	Single Taxpayer		Heads of Household	
	Over	But Not Over	Over	But Not Over
15	\$ 7,288.00	\$ 33,937.00	\$ 13,132.00	\$ 48,851.00
28	33,937.00	73,812.00	48,851.00	109,613.00
31	73,812.00	145,735.00	109,613.00	177,494.00
36	145,735.00	300,782.00	177,494.00	324,383.00
39.6	300,782.00	-	324,383.00	-

Marginal Tax Rate (Percent)	Married Filing Jointly/ Qualifying Widows and Widowers		Married Filing Separately	
	Over	But Not Over	Over	But Not Over
15	\$ 17,078.00	\$ 62,143.00	\$ 8,480.00	\$ 30,536.00
28	62,143.00	128,360.00	30,536.00	61,844.00
31	128,360.00	185,189.00	61,844.00	95,644.00
36	185,189.00	309,316.00	95,644.00	164,417.00
39.6	309,316.00	-	164,417.00	-

Puerto Rico Marginal Tax Rates by Earned Income Level for Tax Year 1998

Use the following table to determine the Puerto Rico marginal tax rate for computing the RIT allowance as prescribed in FTR Sec. 302-11.8(e)(4)(i).

Marginal Tax Rate (Percent)	Single Filing Status		Any Other Filing Status	
	Over	But Not Over	Over	But Not Over
12	-	-	-	\$25,000.00
18	-	\$25,000.00	-	-
31	\$25,000.00	50,000.00	\$25,000.00	50,000.00
33	50,000.00	-	50,000.00	-
